Message Text

CONFIDENTIAL

PAGE 01 BRUSSE 11657 131948Z ACTION EB-08

INFO OCT-01 EUR-12 IO-13 ISO-00 AGRE-00 CEA-01 CIAE-00 COME-00 DODE-00 FRB-03 H-01 INR-10 INT-05 L-03 LAB-04 NSAE-00 NSC-05 PA-01 CTME-00 AID-05 SS-15 STR-07 ITC-01 TRSE-00 ICA-11 SP-02 SOE-02 OMB-01 DOE-15 /126 W

-----043410 140651Z /10

R 131808Z JUN 78 FM AMEMBASSY BRUSSELS TO SECSTATE WASHDC 7243 INFO ALL EC CAPITALS USMISSION GENEVA

CONFIDENTIAL BRUSSELS 11657

USEEC

GENEVA FOR PHELAN

E.O. 11652: GDS
TAGS: ETRD, GATT, EEC
SUBJECT: TEXTILES: EC SUBMISSION OF BILATERAL AGREEMENTS
TO TSB

REF: (A) GENEVA 8667; (B) STATE 145924

1. MISSION OFFICER CALLED ON TRAN VAN THINH, EC CHIEF TEXTILE NEGOTIATOR, ON JUNE 13 TO SEEK CLARIFICATION OF EC POSITION WITH RESPECT TO SUBMISSION OF BILATERAL TEXTILE AGREEMENTS TO THE TSB. TRAN INDICATED AWARENESS OF THE NEED TO MOVE TOWARD SUBMISSION OF THE AGREEMENTS IN ORDER TO AVOID ACCUSATIONS OF BAD FAITH FROM DEVELOPING COUNTRIES. HE STATED THAT HE HAS SENT A COMMUNICATION TO ALL LDC.S WITH WHOM THE EC HAS NEGOTIATED BILATERALS INDICATING THAT, UNLESS THEY HAVE AN OBJECTION, HE PLANS TO SUBMIT THE AGREEMENTS AS INITIATED TO TEXTILE COMMITTEE CONFIDENTIAL

CONFIDENTIAL

PAGE 02 BRUSSE 11657 131948Z

CHAIRMAN WURTH AS "PRELIMINARY WORKING DOCUMENTS". AT THE SAME TIME THE COMMISSION WOULD INFORM THE EC COUNCIL OF WHAT IT HAD DONE AND SEEK COUNCIL AUTHORIZATION TO SIGN THE INITIALED BILATERALS SO THAT THEY CAN BE FORMALLY SUBMITTED TO THE TSB.

2. TRAN INDICATED THAT, IN SEVERAL CASES, HE WAS AWAITING

REINITIALING BY LDC.S OF THE PAGES IN THE BILATERAL AGREE-MENTS WHICH HAD BEEN CHANGED SUBSEQUENT TO THE FIRST NEGOTIATION. HE SAID THESE CHANGES RELATE TO EC EFFORTS TO PROVIDE GREATER FLEXBILITY FOR INDIVIDUAL LDC EXPORTS.

3. HE AVOIDED GIVING CLEAR ESTIMATE AS TO WHEN COUNCIL APPROVAL OF THE BILATERALS MIGHT BE EXPECTED BUT SAID THAT THE ONLY REMAINING OPPOSITION IS THAT OF THE UK. ALTHOUGH THE FRENCH OFFER SOME SUPPORT TO UK POSITIONS, HE DOES NOT CONSIDER THEIR OBJECTIONS AS REAL. TRAN, AND IN SEPARATE CONVERSATION UK SOURCE. CONFIRMED THAT BASIC PROBLEM IS THAT OUTLINED IN PARA 3 REF A, I.E. THE BRITISH INSISTENCE ON AUTOMATIC ACTION WHEN TRIGGER POINTS ARE REACHED. IN THIS REGARD, TRAN RECONFIRMED HIS COMMITMENT TO THE FIVE PERCENT FACTOR MENTIONED IN REF B AND CHARACTERIZED THIS AS A MINIMUM. HE SAID THAT HE WOULD INSIST THAT THERE BE NO AUTOMATIC ACTION WHEN TRIGGER POINTS ARE REACHED IN BILATERAL AGREEMENTS AND IN FACT HE WOULD WORK TO MAKE SURE THAT THE EC CLOSED ITS EYES TO SHIPMENTS ABOVE QUOTAS EXCEPT FOR THE MOST SENSITIVE PRODUCTS. EVEN FOR THOSE. HE SAID HE WOULD GUARANTFE THAT EXCEEDING THE QUOTA WOULD LEAD ONLY TO CONSULTATIONS. NOT AUTOMATIC ACTION.

4. TRAN EXPRESSED SOME FRUSTRATION WITH THE UK POSITION. WHILE ATTEMPTING TO HOLD COMMISSION TO THE GLOBAL QUOTA CEILING AGREED ON IN EARLIER COUNCIL DISCUSSION, HE SAID CONFIDENTIAL

CONFIDENTIAL

PAGE 03 BRUSSE 11657 131948Z

THAT UK IS ATTEMPTING TO IGNORE THE FACT THAT ACTUAL TRADE IN MOST CATEGORIES IN 1977 IS WELL BELOW THOSE CEILINGS.

5. COMMENT: WE DO NOT HAVE THE IMPRESSION, BASED ON CONTACTS WITH COMMISSION AND MEMBER STATE SOURCES HERE, THAT VARIOUS COMPROMISES WHICH LED TO EC DECISION TO GO ALONG WITH MFA RENEWAL ARE UNRAVELING. RATHER, FOR TACTICAL REASONS, COMMISSION SEEMS WILLING TO DELAY WHATEVER FINAL STEPS ARE NECESSARY TO GET UK TO REMOVE ITS RELATIVELY MINOR OBJECTIONS. HINTON

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01 jan 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: TEXTILES, AGREEMENTS, REGIONAL ORGANIZATIONS, NEGOTIATIONS

Control Number: n/a Copy: SINGLE Draft Date: 13 jun 1978 Decaption Date: 01 jan 1960 Decaption Note: Disposition Action: RELEASED Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW

Disposition Date: 20 Mar 2014 Disposition Event: Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978BRUSSE11657
Document Source: CORE

Document Unique ID: 00 Drafter: n/a

Enclosure: n/a Executive Order: GS Errors: N/A

Film Number: D780248-0049 Format: TEL

From: BRUSSELS USEEC

Handling Restrictions: n/a Image Path: ISecure: 1

Expiration:

Legacy Key: link1978/newtext/t19780667/aaaacfll.tel

Line Count: 104 Litigation Code IDs: Litigation Codes:

Litigation History: Locator: TEXT ON-LINE, ON MICROFILM Message ID: b36e498a-c288-dd11-92da-001cc4696bcc

Office: ACTION EB

Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a

Page Count: 2
Previous Channel Indicators: n/a Previous Classification: CONFIDENTIAL Previous Handling Restrictions: n/a Reference: 78 GENEVA 8667, 78 STATE 145924

Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags:

Review Date: 18 may 2005 Review Event: Review Exemptions: n/a **Review Media Identifier:**

Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 2380304 Secure: OPEN Status: NATIVE

Subject: TEXTILES: EC SUBMISSION OF BILATERAL AGREEMENTS TO TSB

TAGS: ETRD, GATT, EEC, (TRAN VAN THINH)

To: STATE Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/b36e498a-c288-dd11-92da-001cc4696bcc

Review Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014

Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014